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STATEMENT OF NET ASSETS

December 31, 2005

(In Thousands)

	Primary Government				Component Unit
			Comparative Totals		
	Governmental Activities	Business-Type Activities	2005	Restated 2004	Seattle Public Library Foundation
ASSETS					
Current Assets					
Operating Cash and Equity in Pooled Investments	\$ 431,274	\$ 186,849	\$ 618,123	\$ 442,047	\$ 6,878
Restricted Cash and Equity in Pooled Investments	-	24,272	24,272	22,420	-
Investments	-	-	-	-	37,449
Receivables, Net of Allowances	68,625	177,707	246,332	257,987	2,938
Restricted Investments	-	53,149	53,149	-	-
Restricted Investment Interest Receivables	-	265	265	-	-
Internal Balances	8,044	(8,044)	-	1	-
Due from Other Governments	80,592	4,768	85,360	82,186	-
Inventories	3,205	26,141	29,346	26,606	-
Prepaid and Other Current Assets	697	946	1,643	2,420	48
Noncurrent Assets					
Restricted Cash and Equity in Pooled Investments	83	54,573	54,656	114,644	-
Restricted Investments	-	-	-	162,064	-
Unamortized Debt Costs	2,545	15,911	18,456	16,685	-
Contracts and Notes	255,453	255	255,708	255,384	-
Capitalized Purchased Power Commitment	-	25,891	25,891	35,663	-
Deferred Conservation Costs, Net	-	157,648	157,648	150,244	-
Deferred Landfill Closure and Postclosure Costs, Net	-	35,585	35,585	38,760	-
Net Pension Asset	78,064	-	78,064	78,064	-
Deferred Muckleshoot Settlement Costs	-	18,000	18,000	-	-
Other Deferred Charges and Noncurrent Assets	1,311	156,002	157,313	124,729	4,855
Capital Assets, Net of Accumulated Depreciation					
Land and Land Rights	372,008	67,684	439,692	428,844	-
Plant in Service, Excluding Land	-	2,647,666	2,647,666	2,569,333	-
Buildings and Improvements	1,287,114	55,976	1,343,090	1,314,429	-
Machinery and Equipment	89,191	9,108	98,299	92,820	9
Infrastructure	480,294	-	480,294	489,351	-
Construction in Progress	210,382	198,491	408,873	357,143	-
Other Capital Assets	8,240	32,896	41,136	22,893	-
Total Assets	3,377,122	3,941,739	7,318,861	7,084,717	52,177

The accompanying notes are an integral part of these financial statements.

Government-wide Financial Statements

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STATEMENT OF NET ASSETS

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December 31, 2005

(In Thousands)

	Primary Government				Component Unit
			Comparative Totals		
	Governmental Activities	Business-Type Activities	2005	Restated 2004	Seattle Public Library Foundation
LIABILITIES					
Current Liabilities					
Accounts Payable	\$ 61,642	\$ 73,166	\$ 134,808	\$ 106,863	\$ 509
Salaries, Benefits, and Taxes Payable	27,025	13,511	40,536	36,384	-
Matured Bonds and Interest Payable	20	-	20	55	-
Contracts Payable	3,326	1,276	4,602	4,142	-
Due to Other Governments	6,953	8,017	14,970	19,200	-
Interest Payable	14,928	34,107	49,035	46,784	-
Street Refund Payable	-	3,864	3,864	19,998	-
Taxes Payable	31	9,665	9,696	9,387	-
Deposits Payable	1,182	-	1,182	1,004	-
Deferred Credits	3,926	21,634	25,560	20,443	750
Current Portion of Long-Term Debt					
Bonds and Revenue Anticipation Notes Payable	70,400	111,527	181,927	195,947	-
Accrued Interest - Deferred Interest Bonds	-	459	459	370	-
Compensated Absences Payable	14,245	1,486	15,731	13,324	-
Purchased Power Obligation	-	11,240	11,240	10,705	-
Notes and Contracts Payable	2,271	5,591	7,862	2,252	-
Claims Payable	26,631	10,617	37,248	42,105	-
Muckleshoot Settlement Liability	-	18,000	18,000	-	-
Landfill Closure and Postclosure Liability	-	1,610	1,610	1,785	-
Arbitrage Rebate Liability	-	-	-	35	-
Other Current Liabilities	332	2,560	2,892	4,504	-
Noncurrent Liabilities					
Bonds and Anticipation Notes Payable, Net of					
Unamortized Premiums, Discounts, and Other	735,358	2,529,412	3,264,770	3,375,139	-
Accrued Interest - Deferred Interest Bonds	-	3,570	3,570	3,324	-
Compensated Absences Payable	42,099	19,052	61,151	60,867	-
Claims Payable	42,440	28,672	71,112	73,455	-
Notes and Contracts Payable	19,647	9,190	28,837	20,981	-
Purchased Power Obligation	-	14,651	14,651	24,958	-
Landfill Closure and Postclosure Liability	-	27,672	27,672	29,244	-
Vendor Deposits Payable	83	450	533	397	-
Deferred Credits	275,697	42,725	318,422	289,295	-
Arbitrage Rebate Liability	106	-	106	208	-
Other Noncurrent Liabilities	886	405	1,291	1,120	-
Total Liabilities	1,349,228	3,004,129	4,353,357	4,414,275	1,259
NET ASSETS					
Invested in Capital Assets, Net of Related Debt	1,673,959	669,676	2,343,635	2,225,709	9
Restricted for					
Debt Service	33,370	-	33,370	27,717	-
Capital Projects	91,318	-	91,318	59,230	3,444
Education and Development Services	12,472	-	12,472	8,841	15,259
Special Deposits	3,153	-	3,153	3,281	-
Other Purposes	-	142,774	142,774	114,795	176
Nonexpendable	2,196	-	2,196	2,256	23,451
Unrestricted	211,426	125,160	336,586	228,612	8,579
Total Net Assets	\$ 2,027,894	\$ 937,610	\$ 2,965,504	\$ 2,670,441	\$ 50,918

The accompanying notes are an integral part of these financial statements.

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STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2005
(In Thousands)

Functions/Programs	Program Expenses		Program Revenues		
	Expenses	Indirect Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
GOVERNMENTAL ACTIVITIES					
General Government	\$ 103,784	\$ (1,422)	\$ 27,054	\$ 26,534	\$ 226
Judicial	18,429	-	16,794	353	-
Public Safety	328,058	(724)	12,788	12,388	1,626
Physical Environment	6,614	-	1,220	-	353
Transportation	87,046	496	48,936	12,733	30,774
Economic Environment	94,616	-	12,765	16,657	5,204
Health and Human Services	29,470	-	4	-	9
Culture and Recreation	201,902	-	50,192	1,446	28,799
Interest on Long-Term Debt	39,539	-	-	-	-
Total Governmental Activities	909,458	(1,650)	169,753	70,111	66,991
BUSINESS-TYPE ACTIVITIES					
Light	682,731	744	733,865	1,991	24,188
Water	148,693	299	145,865	321	4,773
Drainage and Wastewater	178,214	233	175,782	571	1,479
Solid Waste	109,911	133	111,228	4	310
Planning and Development	43,245	242	37,695	86	-
Downtown Parking Garage	8,414	-	6,180	-	-
Total Business-Type Activities	1,171,208	1,651	1,210,615	2,973	30,750
Total Government-Wide Activities	<u>\$ 2,080,666</u>	<u>\$ 1</u>	<u>\$ 1,380,368</u>	<u>\$ 73,084</u>	<u>\$ 97,741</u>
COMPONENT UNIT	\$ 12,252	\$ -	\$ 183	\$ 2,904	\$ -

The accompanying notes are an integral part of these financial statements.

Government-wide Financial Statements

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STATEMENT OF ACTIVITIES For the Year Ended December 31, 2005 (In Thousands)

Net Revenue (Expense) and Changes in Net Assets					Component Unit
Primary Government					
Comparative Totals					
Governmental Activities	Business-Type Activities	2005	Restated 2004		
Seattle Public Library Foundation					
GOVERNMENTAL ACTIVITIES					
General Government	\$ (48,548)	\$ -	\$ (48,548)	\$ (37,495)	
Judicial	(1,282)	-	(1,282)	(982)	
Public Safety	(300,532)	-	(300,532)	(299,452)	
Physical Environment	(5,041)	-	(5,041)	(4,190)	
Transportation	4,901	-	4,901	(44,321)	
Economic Environment	(59,990)	-	(59,990)	(46,599)	
Health and Human Services	(29,457)	-	(29,457)	(28,316)	
Culture and Recreation	(121,465)	-	(121,465)	(110,596)	
Interest on Long-Term Debt	(39,539)	-	(39,539)	(41,499)	
Total Governmental Activities	(600,953)	-	(600,953)	(613,450)	
BUSINESS-TYPE ACTIVITIES					
Light	-	76,569	76,569	8,830	
Water	-	1,967	1,967	16,987	
Drainage and Wastewater	-	(615)	(615)	(5,351)	
Solid Waste	-	1,498	1,498	3,074	
Planning and Development	-	(5,706)	(5,706)	(12,712)	
Downtown Parking Garage	-	(2,234)	(2,234)	(2,236)	
Total Business-Type Activities	-	71,479	71,479	8,592	
Total Government-Wide Activities	(600,953)	71,479	(529,474)	(604,858)	
COMPONENT UNIT				\$ (9,165)	
General Revenues					
Property Taxes	311,613	-	311,613	296,789	
Sales Taxes	146,060	-	146,060	130,961	
Business Taxes	280,139	-	280,139	253,733	
Excise Taxes	55,507	-	55,507	43,766	
Other Taxes	4,636	-	4,636	4,196	
Penalties and Interest on Delinquent Taxes	2,125	-	2,125	1,941	
Unrestricted Investment Earnings	10,288	10,811	21,099	9,635	
Gain (Loss) on Sale of Capital Assets	2,921	438	3,359	4,396	
Transfers	(8,456)	8,456	-	-	
Total General Revenues and Transfers	804,833	19,705	824,538	745,417	
Changes in Net Assets	203,880	91,184	295,064	140,559	
Net Assets - Beginning of Year	1,838,500	846,426	2,684,926	2,554,536	
Prior-Year Adjustments	(14,485)	-	(14,485)	(24,652)	
Net Assets - Beginning of Year as Restated	1,824,015	846,426	2,670,441	2,529,884	
Net Assets - End of Year	\$ 2,027,895	\$ 937,610	\$ 2,965,505	\$ 2,670,443	
				\$ 50,918	

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